DEPARTMENT OF HEALTH AND HUMAN SERVICES HEALTH CARE FINANCING ADMINISTRATION FORM APPROVED OMB NO. 0938-0193

| ABARTH CARIS FINANCING ADMINISTRATION   |   | OMI3 NO, 0938   |
|---|---|---|
| TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: HEALTH CARE FINANCING ADMINISTRATION   | 1, TRANSMITTAL NUMBER   | 2. STATE:<br>ILLINOIS                                     |
|   | 02-01   |   |
|   | 3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID   |   |
| TO: REGIONAL ADMINISTRATOR HEALTH CARE FINANCING ADMINISTRATION DEPARTMENT OF HEALTH AND HUMAN SERVICES   | 4. PROPOSED EFFECTIVE DATE:<br>1-1-02   |   |
| 5. TYPE OF PLAN MATERIAL (Check One)  |   |   |
| ☐ NEW STATE PLAN X☐ AMENDMENT   | TO BE CONSIDERED AS NEW PL  | AN D AMENDMENT  |
| COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AN  | MENDMENT (Separate Transmittal fo   | or each amendment)  |
| 6. FEDERAL STATUTE/REGULATION CITATION:   | 7. FEDERAL BUDGET IMPACT a. FFY 02 \$ (\$2,942,000) b. FFY 03 \$ (\$10,174,000)   |   |
| 8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:   | 9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable):  Attachment 4.19B Pages 22 and 23  |   |
| Attachment 4.19B Pages 22 and 23  |   |   |
| 10. SUBJECT OF AMENDMENT:   |   |   |
| To, dobbled to religibility   |   |   |
|   |   |   |
| OUTPATIENT  |   |   |
| OUTPATIENT  |   |   |
| 11. GOVERNOR'S REVIEW (Check One)   | OTHER, AS SPECIFIED  Not submitted for revi   |   |
|   | ☑ OTHER, AS SPECIFIED  Not submitted for reviewapproval.  |   |
| 11. GOVERNOR'S REVIEW (Check One)   | Not submitted for revi  |   |
| 11. GOVERNOR'S REVIEW (Check One)  GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL   | Not submitted for revi  |   |
| 11. GOVERNOR'S REVIEW (Check One)  GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL  12. SIGNATURE OF AGENCY OFFICIAL:  | Not submitted for revi  |   |
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State Illinois

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES -OTHER TYPE OF CARE -BASIS FOR REIMBURSEMENT

> Pediatric Outpatient Adjustment Payments ij.

> > Pediatric Outpatient Adjustment Payments shall be made to all eligible hospitals excluding county-owned hospitals and hospitals organized under the University of Illinois Hospital Act, as described in Section c.8. of Chapter II, for outpatient services occurring on or after July 1, 1998 1997, in accordance with this Section. The provisions described in this Section will be effective through June 30, 2002.

- To qualify for payments under this Section, a hospital must: ĺ.
  - be a children's hospital, as defined in 89 III. Adm. Code Section c.3.of Chapter II and, A.
  - have a Pediatric Medicaid Outpatient Percentage greater than 80% during the Pediatric B. Outpatient Adjustment Base Period.
- Hospitals qualifying under this Section shall receive the following amounts for the Pediatric ij. Outpatient Adjustment Rate Year:
  - For Illinois hospitals with a Medicaid Inpatient Utilization Rate (MIUR) that is less than A. 75% during the Pediatric Outpatient Adjustment Base Period, the product of;
    - 1. the hospital's MIUR plus one, multiplied by,
    - the number of Pediatric Adjustable Outpatient Services, multiplied by 2.
    - 3. \$156 \$185.
  - For Illinois hospitals with an MIUR that is greater than 75% during the Pediatric B. Outpatient Adjustment Base Period, the product of;
    - One and one-half the hospital's MIUR plus one, multiplied by, 1.
    - the number of Pediatric Adjustable Outpatient Services, multiplied by 2.
    - 3. \$156 \$185.
  - For out of State hospitals with an MIUR that is less than 75 percent, the product of: C.
    - The hospital's MIUR plus 1.15, multiplied by,
    - <u>1.</u> 2. The number of Pediatric Adjustable Outpatient Services, multiplied
    - <u>3.</u> \$156

EFFECTIVE DATE 01-01-02 APPROVAL DATE\_

TN # 02-01

07/98

07/98

07/98

**SUPERSEDES** TN # 01-22

State Illinois

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES - OTHER TYPE OF CARE - BASIS FOR REIMBURSEMENT

- 07/98
- In addition to the reimbursement rates described in subsection ii. above, hospitals that have an MIUR that is greater than 80% during the Pediatric Outpatient Adjustment Base Period shall receive and additional \$211,450 \$250,000 during the Pediatric Outpatient Adjustment Rate Year.
- Adjustments under this Section shall be paid on a quarterly basis. Adjustments under this Section iv. shall be paid at least quarterly. For the remainder of the rate year occurring in State fiscal year 2002, total payments will equal the result of the following calculations:
  - <u>A.</u> The total payments resulting from payment methodologies in effect on January 1, 2002, will be reduced by the total payments calculated from the payment methodologies that were in effect on December 31, 2001.
  - The difference from subsection (A) above will be divided by two and added to the total <u>B.</u> payments calculated from the payment methodologies that were in effect on December 31, 2001.
  - <u>C.</u> The result of the calculation in subsection(B) above will be reduced by the actual payments each hospital already received from the period beginning July 1, 2001, and ending December 31, 2001, to produce the total payments for the remainder of State fiscal year 2002.

## ٧. **Definitions**

A. "Medicaid Inpatient Utilization Rate (MIUR)," as used in this Section, has the meaning as defined in

APPROVAL DATE ARE

EFFECTIVE DATE 1/1/02

TN # 02-01

**SUPERSEDES** TN # 98-14